**Project Title:** Predicting Newly Acquired Customer Quality

# **Project Objectives:**

The primary goal of this project is to measure the quality of newly acquired customers (i.e who have at least 1 successful order) for an e-commerce company using data analysis and machine learning techniques. The key objectives to achieve this goal are as follows:

- 1- Define the target variable that will be used to measure customer quality.
- 2- Predict the quality of new customers.
- 3- Segment customers to identify distinct customer groups by using your output.
- 4- Recommend strategies to improve customer loyalty.

#### **Evaluation**

We mostly consider these factors to evaluate your study:

- Your capabilities to explore and make sense of given datasets while generating meaningful and clearly explained insights.
- The amount and conclusiveness of evidence you provide to support your analysis.
- A presentation about the modeling process that is most convenient for you (pdf, pptx, xlsx, ipynb etc. are all welcomed).
- Your code (Clean and commented code is a plus).
- Your model's predictions for given clients.

### Data Description:

#### market order: Users' basket purchase data

client\_id: The unique identifier assigned to a user when they register on the app. This ID is used to track the user's activities and purchases on the platform.

order id: The unique identifier of the particular order.

checkoutdate: The date when the user checked out or finalized their purchase.

createdate: The date when the basket was created or when the first product was added to it.

city\_id: The unique identifier for the city of the user.

devicename: The name or model of the device used by the client to make the purchase.

addressname: Name or label associated with the delivery address (e.g., "Home,"

"Work").

distance: The distance between the warehouse and the delivery address.

aandm: Financial metrics associated with advertising and marketing costs.

basketvalue: The total value of the products in the basket.

chargedamount: The total amount charged to the user including all fees and discounts.

deliveryfee: Fee charged for delivery.

discountamount: Amount of discount given on the basket.

suppliersupport: Financial support provided by the supplier, if any.

thirdpartysupport: Financial support provided by third parties, if applicable.

ratedate: The date when the user provided a rating for their purchase.

rateisskipped: Indicates if the user skipped giving a rating.

rating: The rating given by the user for their purchase experience.

ratereason: The reason associated with the rating, usually when the rating is negative or below a certain threshold.

deliverdate: The date when the products were delivered to the user.

warehouse\_id: Unique identifier for the warehouse from which products were dispatched.

hex id: Hex ID related to the geolocation coordinates of the delivery location.

# app\_open: This dataset captures details when a user opens the e-commerce application.

client id: The unique identifier of the user who opened the app.

appopendate: The timestamp when the user opened the app.

## promo\_detail: This dataset captures details about promotions.

order id: The unique identifier of the particular order.

promo id: Unique identifier for the promotion.

responsibledepartment\_id: Department responsible for the promotion.

promoobjective: Objective or goal of the promotion, e.g., increase sales, attract new customers.

#### product\_detail: This dataset captures details about products.

order id: The unique identifier of the particular order.

pos: Position or rank of the product, possibly in search results or listings.

count: Quantity of the product.

product id: Unique identifier for the product.

price: Price of the product.

subcategory\_id: Unique identifier for the subcategory of the product.

brand id: Unique identifier for the brand of the product.

mastercategory id: Unique identifier for the main or master category of the product.